

KENTUCKY TEACHERS' RETIREMENT SYSTEM  
SPECIAL MEETING OF THE BOARD OF TRUSTEES  
NOVEMBER 26, 2012

Minutes of Meeting:

After giving proper notice of a special meeting, and a quorum being present, Chair Tom Shelton called the KTRS Board of Trustees to order at 9:00 a.m., Monday, November 26, 2012 at the Fairfield Inn and Suites, 40 Chenault Road, Frankfort, Kentucky.

Members present were:

Hollis Gritton  
Charles Ludwig  
Ron Sanders  
Tom Shelton  
Barbara Sterrett  
Ruth Ann Sweazy (arrived at 1:20 p.m.)  
Laura Zimmerman  
Kathy Jennings, Proxy for the Commissioner of Education

Others present were:

Gary L. Harbin, Kentucky Teachers' Retirement System  
Eric Wampler, Kentucky Teachers' Retirement System  
Robert Barnes, Kentucky Teachers' Retirement System  
Paul Yancey, Kentucky Teachers' Retirement System  
Kevin Carrico, Kentucky Teachers' Retirement System  
Mark Whelan, Kentucky Teachers' Retirement System  
Jane Gilbert, Kentucky Teachers' Retirement System  
Nathan Van Sickle, Kentucky Teachers' Retirement System  
Glenn Tucker, Kentucky Teachers' Retirement System  
Debi Newman, Kentucky Teachers' Retirement System  
Becky Niece, Kentucky Teachers' Retirement System  
Kathy Brewer, Kentucky Teachers' Retirement System  
Felicia Penn, Kentucky Teachers' Retirement System  
Terry Mumford, Ice Miller  
Curt Dame, AON Consulting  
Carrie Isaacs, KY Rx Coalition  
PJ Kelly, Hewitt EnnisKnupp  
Bos Todd, Todd-Veredus Asset Management

Workshop Overview

Mr. Harbin gave an overview of the educational workshop and reviewed several current events with the Board.

GASB Update

Terry Mumford from Ice Miller presented information regarding new GASB accounting standards that were recently approved.

Medical Insurance-Affordable Care Act

Curt Dame from AON Consulting presented information regarding the Patient Protection and Affordable Care Act and the anticipated impact on the KTRS medical insurance plan.

Medical Insurance-Generic Fill Rates/High Performance Formularies

Carrie Isaacs from the KY Rx Coalition presented information regarding the KTRS pharmacy benefits program.

Fiduciary and Ethics Overview

Beau Barnes reported to the Board regarding the Executive Branch Ethics Laws and other laws and standards concerning the Board's fiduciary duties.

Governance Manual

Eric Wampler presented information regarding revisions needed to the Board Governance Manual as a result of House Bill 300 passed by the 2012 Session of the General Assembly.

Asset Allocation

PJ Kelly from Hewitt EnnisKnupp presented information regarding asset allocation.

Economic Outlook

Bos Todd from Todd-Veredus Asset Management presented information regarding the current status of the economy and the projected economic outlook.

The reports to the Board were for educational purposes and the Board took no action.

Adjournment

There being no further business to come before the Board of Trustees, Chair Shelton declared the meeting adjourned at 4:30 p.m.

**CERTIFICATIONS**

We, the Chair and the Executive Secretary of the Board of Trustees of the Kentucky Teachers' Retirement System, do certify that the Minutes of Meeting were approved by the Board on December 17, 2012.

---

Tom Shelton, Chair

---

Gary L. Harbin, Executive Secretary

I, Robert B. Barnes, do certify adherence to the Kentucky Open Meetings Act, KRS 61.800 et seq., in the conduct of this meeting. I have reviewed the minutes for form, content, and legality.

---

Robert B. Barnes, Deputy Executive Secretary and General Counsel

I, Felicia Penn, do certify that I was present at the meeting and duly recorded the actions of the Board of Trustees of the Kentucky Teachers' Retirement System at its meeting on November 26, 2012.

---

Felicia Penn, Recording Secretary